

**STATE OF ILLINOIS
SECRETARY OF STATE
SECURITIES DEPARTMENT**

IN THE MATTER OF:

ADAM C. JACKSON and
his partners, officers and directors,
agents, employees, affiliates, successors,
assigns and associated companies.

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) No 1400260
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NOTICE OF HEARING

TO RESPONDENT: Adam C. Jackson
14016 Camdan Drive
Homer Glen, Illinois 60491

And/Or

Adam C. Jackson
10703 Gabrielle Lane
Orland Park, Illinois 60462

You are hereby notified that pursuant to Section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act") and 14 Ill. Adm. Code 130, subpart K, a public hearing will be held at 69 West Washington Street, Suite 1220, Chicago, Illinois 60602, on the 10th day of June, 2015 at the hour of 10:00 a.m. or as soon thereafter as possible before James Kopecky, Esq. or such other designated Hearing Officer as the Secretary of State may appoint.

Said hearing will be held to determine whether a permanent Order shall be entered prohibiting Respondent Adam C. Jackson and his partners, officers and directors, agents and employees, affiliates, successors, assigns and associated companies from offering or selling securities in or from the State of Illinois and/or granting such other relief as may be authorized under the Act, including but not limited to, the imposition of a monetary fine in the maximum amount pursuant to Sec. 11.E(4) of the Act, payable within ten (10) days of the Order.

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The grounds for such proposed action are as follows:

1. Respondent Adam C. Jackson (at times hereinafter "AJ" or "Respondent" or "Respondent AJ") has last known addresses of 14016 Camdan Drive, Homer Glen, Illinois 60491, and/or 10703 Gabrielle Lane, Orland Park, Illinois 60462 .
2. In January 2014 AJ offered to an Illinois resident ("Investor") an opportunity to invest \$8,500 in an unspecific plan to earn money "in real estate", and that Investor #1 would receive a return of \$14,000 within 2 months.
3. In January 2014 Investor gave AJ a JP Morgan Chase Bank cashier's check in the amount of \$8,500, which AJ brought to a Chase Bank, negotiated and received cash in the amount of \$8,500.
4. The activities described above in paragraphs 2-3 constitute the offer and sale of an investment contract and is therefore a security as those terms are defined in Sections 2.1, 2.5 and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act").

FRAUD IN SALE OF SECURITIES

5. Respondent AJ failed to pay Investor any of the \$14,000 promised return on the investment contract; and returned to Investor only \$1,000 of the invested \$8,500.
6. Instead AJ repeatedly made excuses and postponed payment of the promised \$14,000 return due to Investor; and in spite of repeated demands failed to repay the remaining \$7,500 of the invested funds.
7. Respondent failed and refused to notify Investor of the risk involved in the purchase of the investment contract that could result in the loss of the money invested by Investor.
8. Section 12.F of the Act provides, *inter alia*, that it shall be a violation of the Act for any person to engage in any transaction, practice or course of business in connection with the sale or purchase of securities which works or tends to work a fraud or deceit upon the purchaser or seller thereof.
9. Section 12.G of the Act provides, *inter alia*, that it shall be a violation of the Act for any person to obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in light of the circumstances under which they were made, not misleading.
10. By virtue of the foregoing failures in the investments of the Investor, Respondent AJ violated Sections 12.F and 12.G of the Act and will violate them again if he

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makes further offers, or if he makes any sales of investment contracts or other securities in the State of Illinois.

FAILURE TO REGISTER SECURITIES

11. Section 5 of the Act provides, *inter alia*, that all securities except those exempt under Section 3 or those offered or sold in transactions exempt under Section 4 shall be registered either by coordination or by qualification prior to their offer or sale in the State of Illinois.
12. Respondent AJ failed to file with the Secretary of State an application for registration of the securities described above as required by the Act, and as a result, the securities were not registered pursuant to Section 5 of the Act prior to its offer and sale in the State of Illinois.
13. Section 12.A of the Act provides, *inter alia*, that it shall be a violation for any person to offer or sell any security except in accordance with the provisions of the Act.
14. Section 12.D of the Act provides, *inter alia*, that it shall be a violation for any person to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of the Act or any rule or regulation made by the Secretary of State pursuant to the Act.
15. By virtue of the foregoing, Respondent AJ violated Sections 12.A and 12.D of the Act.

FAILURE TO APPEAR AND PRODUCE

16. On March 17, 2015 Respondent Adam C. Jackson, was served with a Subpoena Ad Testificandum (the "Subpoena") by personal service effected by an investigator of the Illinois Securities Department requiring Respondent's appearance for Testimony at 2:00 O'clock PM on April 1, 2015, and for Respondent to produce documents at that time.
17. Respondent AJ failed to appear for the testimony at 10:00 am on April 1, 2015, did not call to request rescheduling, and furthermore did not submit any of the requested documents required by the Subpoena.
18. Section 12.D of the Act provides, *inter alia*, that it shall be a violation for any person to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of the Act or any rule or regulation made by the Secretary of State pursuant to the Act.

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19. By virtue of his failure to respond to the Subpoena and produce documents Respondent AJ violated Section 12.D of the Act.


You are further notified that you are required pursuant to Section 130.1104 of the Rules and Regulations (14 Ill. Adm. Code 130) (the "Rules"), to file an answer to the allegations outlined above within thirty (30) days of the receipt of this notice. A failure to file an answer within the prescribed time shall be construed as an admission of the allegations contained in the Notice of Hearing.

Furthermore, you may be represented by legal counsel; may present evidence; may cross-examine witnesses and otherwise participate. A failure to so appear shall constitute default, unless any Respondent has upon due notice moved for and obtained a continuance.

The Rules promulgated under the Act and pertaining to Hearings held by the Office of the Secretary of State, Securities Department may be viewed online at <http://www.cyberdriveillinois.com/departments/securities/lawrules.html>.

Delivery of notice to the designated representative of any Respondent constitutes service upon such Respondent.

Dated: This 10th day of April, 2015.


JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State:

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